

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3584-01
Bill No.: HB 1391
Subject: Licenses - Motor Vehicle; Motor Vehicles; Revenue Department
Type: #Corrected
Date: February 13, 2002
Corrected fiscal years

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Highway Funds	\$7,035	\$8,438	\$8,438
Total Estimated Net Effect on <u>All</u> State Funds	\$7,035	\$8,438	\$8,438

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Cities	\$1,407	\$1,687	\$1,687
Counties	\$938	\$1,125	\$1,125
Local Government	\$2,345	\$2,812	\$2,812

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 4 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Revenue** (DOR) assume, based on information received from the Missouri 4-H Foundation, there are approximately 15,000 families in Missouri who would be eligible for the 4-H license plate. It is assumed that 5% of this membership will apply for the new plate type. The Motor Vehicle Bureau (MVB) will require 1 Clerk Typist II for 60 hours of overtime to process these new types of plates. The MVB will also incur costs for policies, procedures and postage in the amount of \$2,166 and \$3,585 for plates and tabs.

To implement this legislation, the Department of Revenue will require additional funds. In the past, the programs included in this legislation have been paid for with highway funds. This year, however, highway funds may not be available for this purpose as a result of legislation enacted by the General Assembly in 2000 that limits the use of highway funds.

DOR states if highway funds are not available, then another source of funding must be identified to pay for the cost of implementing this legislation.

Oversight assumes these special license plates will replace standard license plates on vehicles owned by eligible persons and that any additional costs to DOR will be minimal and can be absorbed from existing resources. Oversight assumes DOR can absorb the cost of policy and procedure revisions, and postage from existing resources.

REVENUE IMPACT

FY03

$15,000 \times 5\% = 750 \times \$15 = \$11,250 / 12 \times 10 = \$9,380 \times 75\% = \$7,035$ Highway
 $\times 15\% = \$1,407$ Cities
 $\times 10\% = \$ 938$ Counties

FY04 & FY05

$\$11,250 \times 75\% = \$8,438$ Highway
 $\times 15\% = \$1,687$ Cities
 $\times 10\% = \$1,125$ Counties

Officials from the **Department of Highway and Transportation** were unable to provide an estimate for this legislation but, they do not expect the fiscal impact to be significant.

Officials from **Budget and Planning** did not respond. However, they deferred to the DOR's response in similar legislation.

<u>FISCAL IMPACT - State Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
HIGHWAY FUNDS			
<u>Income - Department of Revenue</u>			
Special license plate fees	<u>\$7,035</u>	<u>\$8,438</u>	<u>\$8,438</u>
ESTIMATED NET EFFECT ON HIGHWAY FUNDS	<u>\$7,035</u>	<u>\$8,438</u>	<u>\$8,438</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
Cities			
Special license plate fees	\$1,407	\$1,687	\$1,687
Counties			
Special license plate fees	<u>\$938</u>	<u>\$1,125</u>	<u>\$1,125</u>
ESTIMATED NET EFFECT ON LOCAL GOVERNMENT	<u>\$2,345</u>	<u>\$2,812</u>	<u>\$2,812</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

This bill allows any person who is a member or whose child is a member of the Missouri 4-H to obtain a special license plate bearing the image of the Missouri 4-H emblem and the words "MISSOURI 4-H" in place of the words "SHOW-ME-STATE". A \$15 fee will be required for the plate, with no additional fee for personalization.

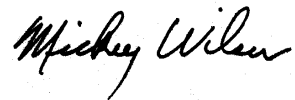
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Revenue
Department of Highway and Transportation

NOT RESPONDING

Budget and Planning

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA
Acting Director

February 13, 2002